

## CIRCULATION

Daily average for June, 6,169.  
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# Capital Journal

THE WEATHER  
OREGON AND WASHINGTON: To-night and Wednesday fair.  
Local: No rainfall; southerly winds; clear; max. 92, min. 52; river, minus .1 foot and stationary.

FOURTY-FOURTH YEAR NO. 169.

SALEM, OREGON, TUESDAY, JULY 18, 1922.

PRICE TWO CENTS ON TRAINS AND NEWS STANDS FIVE CENTS

## HARDING ORDERS COAL MINES OPERATED

### GOVERNORS TO FURNISH STATE TROOPS

#### Fasts for 64 Days To Purify His Body and Save His Soul

Stanton, Ky., July 18.—William Rice of Nada today was speechless and in a very weakened condition on the fourth day of his voluntary fast. Physicians who have attended Rice do not expect to live much longer if he continues to refuse sustenance. Rice said he intended to fast only forty days to "purify his body as Christ did" but the forty days was up, and he continued the vigil, saying he would go to his death asserting that he was living on spiritual food.

By his bedside are Bible, a cross, a fan, a trumpet and a likeness of Christ. Rice has a wife and two daughters, both of whom are married, who are at his bedside.

### STORES WILL CLOSE TO AID IN HARVESTING

#### Mayor Issues Proclamation Declares Holiday So That Berry Crop May Be Saved.

##### Mayor's Proclamation.

Whereas, the loganberry industry is an important industry for Salem and the surrounding territory and contributes very largely to the general prosperity of all Salem citizens and,

Whereas, the loganberry crop is now at its height and the farmers are experiencing great difficulty in obtaining pickers to harvest the crop and such an emergency exists that unless immediate action is taken great financial loss will result not only to the growers but to all citizens of Salem and vicinity, therefore,

I hereby proclaim Wednesday, July 19, 1922, as a legal holiday and that the same be observed as such by all citizens of Salem by going to the aid of the growers and assisting in saving the loganberry crop.

G. E. HALVORSEN, Mayor.

To save the loganberry crop from being a total loss to the community every business house in Salem will close tomorrow all day to allow the employees to go to the berry patches.

Seven committees from the business men's league have been so designated.

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### HUNDREDS FIGHTING SOUND FOREST FIRES

Bellingham, Wash., July 18.—Fires that are keeping hundreds of men on the alert day and night are burning in the Saxon and Skykomish camps of the Bloedel-Donovan lumber mills. About 200 men have been fighting fire at each camp since Sunday, and although the fires are reported under control all operations have ceased. A fire trail four miles long was built around the company's camp at Skykomish. The company's camp at Alger has been closed on account of the fire hazard. Other companies in north-west Washington also have suspended operations. Since May 24 the rainfall here has been only sixteen one hundredths of an inch.

### NO DAMAGE DONE BY FIRE

A grass fire which broke out near the corner of Rural and Fir streets about 1:30 this afternoon did but little damage and was quickly extinguished after firemen had arrived on the scene. The source of the blaze was not determined.

### BONUS LAW ADVISORY IN CHARACTER

#### Supreme Court Overrules Decision by Kelly and Bingham—Loans to be Made by Board.

The value placed upon property offered by an ex-service man as security for a bonus loan by the duly appointed bonus appraisers "is merely advisory in character and not binding upon the commission," declares Justice Rand of the Oregon supreme court in an opinion handed down by the court this morning reversing the decree of Judges Kelly and Bingham of the Marion county circuit court in the case of Edwin Stevens Woodford against the state bonus commission. The supreme court in reversing the decree of the lower court upholds the contention of the commission that it is within its discretion to determine the sum to be loaned under the bonus act and remands the case to the circuit court with directions that the demurrer of the commission be sustained and the proceedings instituted by Woodford be dismissed.

##### Story of the Case.

Woodford, an ex-service man, had applied to the bonus commission for a loan of \$2170, this being 75 per cent of the \$2908 value placed upon his property by the commission's board of appraisers. The commission, exercising its discretion, allowed Woodford only \$1000 on his loan application. Woodford instituted mandamus proceedings in the Marion county circuit court to compel favorable action upon his application, contending that the commission had no right to reduce the loan below 75 per cent of the amount of the appraised value of the property which he had offered as security under the terms of the bonus act. In this contention he was sustained by the lower court and a writ of mandamus was issued requiring the commission to comply with Woodford's application. From this decree the commission appealed.

##### Up to Commission.

"The theory upon which the writ was issued was that the appraisers, and not the commission, were the final judges of the value of the property and that in absence of fraud their appraisal was binding," the opinion of Justice Hands reads. "With this theory we cannot agree. In the absence of some statutory direction indicating that such was the intent of the legislature, that appraisers appointed by, and removable at the pleasure of, the commission, should have the power to overrule upon the moment of the commission as this does not seem to us to be a fair construction to be placed upon the act. As there was no allegation in the writ of bad faith or abuse of discretion by the commission, or that the commission was acting beyond its powers and as a mandamus will not lie to control the discretion of the commission while acting within its authorized powers, the demurrer should have been sustained."

### AGUINALDO UNABLE TO VISIT AMERICA

Manila, P. I., July 18.—(By Associated Press)—Emilio Aguinaldo, formerly leader of the Filipino revolutionists who had planned to attend the Spanish war veterans convention in Los Angeles, likely will be unable to make the trip owing to lack of public funds to finance it. A Filipino committee is attempting to raise the needed amount but it is not believed it will succeed owing to the short time in which to work.

Passed by Reichstag  
Berlin, July 18.—(By Associated Press)—The Reichstag today passed the third reading of the defense of the republic bill by a vote of 303 to 102.

## LAWLESSNESS, MOB OUTRAGE FOLLOW KLAN ORGANIZATION

### "The Modern Ku Klux Klan"



Today the Capital Journal presents the third installment of "The Modern Ku Klux Klan" by Henry P. Fry, whose exposure of the real character and motives of the Ku Klux Klan made a nation wide sensation and won the New York World which printed them, the award for the most meritorious service rendered society the past year by any newspaper.

Saturday Mr. Fry told how it was necessary to go back a thousand years to medieval Germany to find a similar institution and how in the year 1914 when the German emperor was plunging the world in war, an American conceived the idea of reviving the ancient secret tribunal that long terrorized the Fatherland, and elected himself emperor for life.

Monday Mr. Fry told how he joined the Ku Klux Klan under misapprehension of its purposes and became a kiegale. He pointed out how his instructions were to first secure as members mayors, sheriffs and police and how special efforts to enlist telegraph, telephone and railroad men, so as to control the law-enforcing officials and lines of communication.

Today Mr. Fry tells of his awakening to the real character of the Ku Klux Klan leading to his withdrawal.

### Plan to Finance Election Contest Against Kluxer

Countering the efforts of the Ku Klux Klan which is raising a fund of \$50,000 to finance the contest instituted by Charles Hall against the nomination of Ben W. Olcott for governor on the republican ticket, Salem friends of Olcott this morning announced the organization of a committee to raise funds to defray the governor's share of the expense in the recount proceedings. "Governor Olcott is confronted by an election contest which no doubt will be expensive," reads a statement made public by this committee today. "We feel, in justice to Governor Olcott that this expense should not be borne by him and we know that he is not in a financial position to bear such an expense. We feel that he is fairly and justly nominated in a fair and square contest and we urge those friends who feel

### DAKOTA MASONS ORDERED TO QUIT KU KLUX KLAN

The Ku Klux Klan, organizers for which have been at work in North Dakota for about a year, is denounced and membership in it forbidden to members of the Masonic fraternity, in action taken by the grand lodge, A. F. & A. M., in North Dakota, according to W. L. Stockwell, grand secretary, says the Williston Herald of Williston, N. D.

Those Masons who are already members are required to withdraw within six months after the edict of the grand master, or else be expelled from the Masonic order, the grand lodge has decreed.

"Among the most important pronouncements of the grand lodge, was the edict prescribing, so far as the Masonic order in North Dakota, is concerned, the Ku Klux Klan," said Mr. Stockwell.

"Wherever the question has come before grand lodges the pronouncement of grand masters and grand lodges has been unequivocal in opposition to the idea of the Klan."

"Masonry does not believe in religious or race hatred. During the past few months organizers have been at work in the state, some of them unfortunately, members of the Masonic fraternity. For this reason, the lodge felt compelled to take a very definite stand with drastic penalties attached thereto."

"In Missouri, Texas, California, Massachusetts and other states, the grand lodge has taken similar action to the one taken here."

### TRAIN INSPECTORS TO BUY POST OFFICES

Washington, July 18.—Postmaster General Work announced today that the first steps toward the fulfillment of the recently announced policy of the department to acquire ownership of post office buildings throughout the country had been started with the arrival in Washington of fifteen post office inspectors who are to be trained as real estate experts to investigate real estate property with a view to purchasing sites for new buildings.

### ELOPING PREACHER SENT TO WORK HOUSE

Xenia, Ohio, July 18.—W. W. Culp, former Spring Valley, Ohio, minister, who eloped with Miss Esther Hughes, 18, a boarder at the Culp home, today pleaded guilty to deserting his family in probate court and was sentenced to one year in the work house and to a fine of \$500.

The mother of Mr. Culp's nine small children, forgave her erring husband.

### NEWSPAPERS SILENCED BY THREAT OF BOYCOTT WHEN OPPOSED TO ORDER

Freedom of Press Paralyzed Wherever K. K. K. Is Strong—Propaganda by Moving Pictures—and Lectures—Discovery That It Was a Political Money-Making Scheme Rather Than a Fraternal Order Leads to Withdrawal

Cleaning Up of Towns by Illegal Methods Led to Outrages by Masked Mobs—Ritualistic Work a Sacrilege—Spirit of Religious and Racial Hatred Inculcated Disgusted Author and Resignation As Kiegale Followed

By HENRY P. FRY.  
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### CHAPTER III My Withdrawal

It is doubtful if one could find anywhere in the country a finer, cleaner or better lot of men than those among whom I worked as an agent of Ku Kluxism. As individuals they were successful business men, nearly all of them devout church members, married men with families, and just the sort of men to make up a prosperous community; yet, in spite of all this it seemed to me that the protection afforded by membership in an ultra secret movement like the "Invisible Empire" tended to inculcate lawlessness even among some of them.

There is but little original law-breaking in this world. Most of it is due to precedent or suggestion. The power of suggestion is one of the most potent factors in every phase of human activity, and I believe that the mere fact of being a member of an organization that can go abroad in the land white-robed and masked is a suggestive force that encourages men to take the law into their own hands.

### TEN INDICTED FOR WAR FRAUDS BY GRAND JURY

Washington, July 18.—An indictment against ten persons, charging conspiracy to defraud the United States out of more than \$1,000,000 in connection with the disposition of government lumber following the war was returned today by the special federal grand jury, which has been in session since June 1 investigating the transactions.

Those named in the indictment are John L. Phillips, republican state committeeman for Georgia; John Stephens, partner of Phillips; Ernest C. Morse, Charles S. Shotwell, George M. Chambers, Frank T. Sullivan, Rolland Perry, Charles Phillips Jr., Gus Eltzen and Mitchell A. Tourant Jr.

The indictment was the first to be reported by the grand jury empaneled to investigate war frauds, for which inquiry congress appropriated \$500,000 for the use by Attorney General Daugherty and a special corps of assistants.

The Morse named in the indictment served as director of sales of the war department supervising the disposition of surplus materials. Chambers was described as a lumber expert and appraiser employed by the department and Eltzen and Tourant were said to have been president and vice-president respectively of the Eltzen-Tourant company, lumber dealers.

Sullivan was designated as lumber dealer of Buffalo, while Perry and Charles Phillips Jr., according to the indictment, were to act as agents for the firm of Phillips & Stevens. Shotwell was also connected with the war department as approval officer of the material, deposits and salvage division of the air service.

(Continued from Page 4.)

### WASHINGTON PROCLAIMS KLAN PUBLIC MENACE

Olympia, Wash., July 18.—The state administration today, by indirect reference in a statement issued by the administrative board took cognizance of the presence of the Ku Klux Klan, which the administration regards as a menace. The statement was issued following a two-hour session of the board.

Dr. R. H. Sawyer of Portland, Klan lecturer, spoke in Olympia last Friday and Saturday evenings, and his presence, it is believed, called forth the statement, as follows: "Members of this administration, whether directors, supervisors or employees, are expected to render to the public service of the highest degree of efficiency. The people of this state, whether native of foreign born, white or black, Jew or gentile, Catholic or Protestant, are entitled to good service and courteous treatment. Active members of associations or societies calculated to estrange the people cannot render that high degree of service and courteous treatment toward the public demanded by this administration."

The fool who left his campfire burning is the same fool who rocked the boat.